

**SECRET**

*Carol*  
The Honorable Maurice H. Stans  
Director  
Bureau of the Budget  
Washington 25, D.C.

Dear Mr. Stans:

I refer to your letter of 21 July 1960 concerning the President's request that every effort be made to achieve a reduction of at least three per cent below the employment levels which can be financed from this year's appropriations.

During the past two fiscal years we have reduced our personnel strength by almost three per cent, falling short of this goal by only  positions. We will continue these efforts in the hope that we may eventually effect still further reductions. However, at the moment we find it necessary to provide for additional positions in our Fiscal Year 1961 Operating Budget and our Estimates for Fiscal Year 1962 in order to carry out those functions for which we are responsible. It is essential that our personnel strength be expanded in support of operations in Africa and the Western Hemisphere. In addition, certain new and highly sensitive programs which I have discussed with you personally will require more personnel, and the strength of our Photographic Intelligence Center must be augmented in order to exploit the material available. Our communications activities and Junior Officer Trainee Program must also have moderate increases. These are the principal items which make it impossible for us to commit ourselves to the three per cent reduction requested.

We shall be glad to discuss the matter in greater detail at any time, and you may be sure that we will comply with the spirit of the President's request by continuing our efforts to improve our efficiency and to reduce our personnel strength on every occasion when such action is not inconsistent with the successful accomplishment of our mission.

Sincerely,

*16/*  
Allen W. Dulles  
Director

DD/S:LKW:laq

Distribution:

O & 1 - Add

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2 - *Approved for Release* 2003/05/23 : CIA-RDP80B01676R000800020028-4

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*Our Budget*  
  
L. K. White  
Deputy Director  
(Support)

2 Aug 60

**SECRET**

**SECRET**

ER 60-5335/1

DD/S 60-2612

1960

The Honorable Maurice H. Stans  
Director  
Bureau of the Budget  
Washington 25, D. C.

Dear Mr. Stans:

I refer to my letters of August 1956 to Mr. Brundage and related correspondence concerning the establishment of certain salaries in the Central Intelligence Agency above the grade GS-18 level.

In view of the fact that the recent 7.5 per cent Government pay increase will raise the compensation of grade GS-18s from \$17,500 to \$18,500, I think it is appropriate to increase the salaries of those Agency executive positions currently established in the \$18,500-19,500 class in order to give some recognition to their responsibilities in comparison with GS-18 positions.

Accordingly, I have directed that the salary range for this category of position be established at \$19,000-19,750 effective 10 July 1960. This action could involve a maximum additional cost of \$3,750 per annum.

Sincerely,

**SIGNED**

Allen W. Dulles  
Director

ADD/S:HGL:fp(7 Jul 60)

Distribution:

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CONCUR:

25X1



H. Gates Lloyd  
Acting Deputy Director  
(Support)

8 JUL 1960

Date

**SECRET**

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SENDER WILL CHECK CLASSIFICATION			
UNCLASSIFIED	CONFIDENTIAL	SECRET	
CENTRAL INTELLIGENCE AGENCY OFFICIAL ROUTING SLIP			
TO	NAME AND ADDRESS	INITIALS	DATE
1	Room 208, Admin. Building		
2	Executive Registry		
3			
4			
5			
6			
ACTION		DIRECT REPLY	PREPARE REPLY
APPROVAL		DISPATCH	RECOMMENDATION
COMMENT		FILE	RETURN
CONCURRENCE		INFORMATION	SIGNATURE
Remarks:			
Chris: - Colonel White obtained the Director's signature on the attached on 2 August. Mr. Saunders has delivered the O & 1 to the BOB. Attached are your copies.			
Lucille			
FOLD HERE TO RETURN TO SENDER			
FROM: NAME, ADDRESS AND PHONE NO.			DATE
O-DD/S			8/3/60
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